

INSURANCE REGULATORY TRUST FUND
INVESTMENT PERFORMANCE REPORT AS OF JUNE 30, 2003

	June-03					March-03				December-02				September-02				Current	Prior Year	3 Years	5 Years
	Allocation		Quarter	Month	Net ROR	Allocation		Quarter	Net ROR	Allocation		Quarter	Net ROR	Allocation		Quarter	Net ROR	Fiscal YTD	FY02	Ended	Ended
	Market Value	Actual	Policy	Net ROR		Market Value	Actual	Policy		Market Value	Actual	Policy		Market Value	Actual	Policy		Net	Net	6/30/2003	6/30/2003
LARGE CAP DOMESTIC EQUITY																					
Structured Growth																					
AllianceBernstein	42,023	1.5%	1.5%	10.39%	0.00%	25,145	1.7%	1.5%	-0.09%	10,783	1.3%	1.5%	2.89%	27,422	1.3%	1.5%	-13.54%	-1.88%	-28.65%	-21.24%	-6.07%
Russell 1000 Growth				14.31%	1.38%				-1.07%				7.15%				-15.05%	2.94%	-26.49%	-21.54%	-5.03%
Structured Value																					
LSV	40,514	1.5%	1.5%	19.71%	1.86%	18,937	1.3%	1.5%	-5.77%	12,094	1.5%	1.5%	6.49%	29,716	1.5%	1.5%	-18.63%	-2.25%	2.41%	8.84%	3.73%
Russell 1000 Value				17.27%	1.25%				-4.86%				9.22%				-18.77%	-1.02%	-8.96%	-0.19%	1.05%
S&P 500 Index																					
State Street	194,716	7.0%	7.0%	15.39%	1.27%	94,404	6.4%	7.0%	-3.17%	56,333	7.0%	7.0%	8.41%	135,978	6.7%	7.0%	-17.26%	0.23%	-18.03%	-11.28%	-1.69%
S&P 500				15.39%	1.28%				-3.15%				8.44%				-17.28%	0.25%	-17.99%	-11.20%	-1.62%
TOTAL LARGE CAP DOMESTIC EQUITY	277,253	10.0%	10.0%	15.15%	1.19%	138,486	9.4%	10.0%	-3.03%	79,211	9.8%	10.0%	7.33%	193,116	9.5%	10.0%	-16.96%	-0.48%	-16.89%	-9.33%	-1.90%
S&P 500				15.39%	1.28%				-3.15%				8.44%				-17.28%	0.25%	-17.99%	-11.20%	-1.62%
SMALL CAP DOMESTIC EQUITY																					
Manager-of-Managers																					
SEI	139,905	5.1%	5.0%	23.45%	2.03%	73,555	5.0%	5.0%	-4.21%	37,892	4.7%	5.0%	4.91%	100,039	4.9%	5.0%	-19.31%	0.09%	-11.77%	N/A	N/A
Russell 2000 + 200bp				24.00%	1.98%				-4.00%				6.68%				-20.97%	0.36%	-7.96%	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	139,905	5.1%	5.0%	23.45%	2.03%	73,555	5.0%	5.0%	-4.21%	37,892	4.7%	5.0%	4.91%	100,039	4.9%	5.0%	-19.31%	0.09%	-11.69%	-3.49%	1.64%
Russell 2000				23.42%	1.81%				-4.49%				6.16%				-21.40%	-1.63%	-8.59%	-3.30%	0.97%
CONVERTIBLES																					
TCW	276,562	10.0%	10.0%	11.99%	0.65%	151,301	10.3%	10.0%	1.17%	79,189	9.8%	10.0%	8.16%	207,509	10.2%	10.0%	-10.05%	10.23%	-20.37%	-9.51%	3.90%
First Boston Convertible Index				10.64%	0.65%				3.82%				9.83%				-8.47%	15.46%	-12.44%	-3.77%	5.29%
INTERNATIONAL EQUITY																					
Large Cap - Active																					
Capital Guardian	226,617	8.2%	8.0%	17.03%	3.06%	128,287	8.7%	9.0%	-10.02%	71,640	8.9%	9.0%	7.28%	189,029	9.3%	10.0%	-20.60%	-10.31%	-12.10%	-15.85%	0.02%
MSCI EAFE - 50% Hedged				17.26%	2.86%				-9.03%				4.04%				-20.02%	-11.24%	-14.62%	-15.51%	-5.33%
Small Cap - Value																					
Lazard	28,999	1.0%	1.0%	21.81%	1.71%	14,443	1.0%	1.0%	-7.22%	7,826	1.0%	1.0%	N/A	-	0.0%	10.0%	N/A	N/A	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				23.03%	4.80%				-2.09%				N/A				N/A	N/A	N/A	N/A	N/A
Small Cap - Growth																					
Vanguard	26,902	1.0%	1.0%	N/A	-0.40%	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
SSB BROAD MARKET INDEX < \$2BN				0.00%	4.80%				N/A				N/A				N/A	N/A	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	282,518	10.2%	10.0%	17.56%	2.97%	142,730	9.7%	10.0%	-9.74%	79,466	9.9%	10.0%	7.78%	189,029	9.3%	10.0%	-20.60%	-9.20%	-12.10%	-15.51%	0.27%
MSCI EAFE - 50% Hedged				17.26%	2.86%				-9.03%				4.04%				-20.02%	-11.24%	-14.62%	-15.51%	-5.33%
DOMESTIC FIXED INCOME																					
Core Bond																					
Western Asset	414,987	15.0%	15.0%	3.58%	-0.26%	231,557	15.7%	15.0%	2.16%	127,763	15.9%	15.0%	2.96%	341,638	16.8%	15.0%	3.51%	12.77%	8.36%	11.23%	8.12%
Lehman Aggregate				2.50%	-0.20%				1.39%				1.57%				4.58%	10.39%	8.62%	10.07%	7.54%
Index																					
Bank of ND	228,724	8.3%	9.0%	3.45%	-0.35%	127,288	8.6%	9.0%	1.65%	67,775	8.4%	9.0%	1.65%	191,372	9.4%	9.0%	5.96%	13.26%	8.38%	10.87%	7.78%
Bank of ND CD'S	-	0.0%	0.0%	N/A	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Total Index	228,724	8.3%	9.0%	3.45%	-0.35%	127,288	8.6%	9.0%	1.65%	67,775	8.4%	9.0%	1.65%	191,372	9.4%	9.0%	5.96%	13.26%	8.38%	10.87%	7.78%
Lehman Gov/Credit				3.52%	-0.40%				1.65%				1.73%				5.70%	13.14%	8.24%	10.82%	7.83%
BBB Average Quality																					
Strong	179,887	6.5%	6.0%	6.01%	-0.06%	98,077	6.7%	6.0%	3.29%	51,393	6.4%	6.0%	4.48%	135,452	6.7%	6.0%	3.07%	17.91%	N/A	N/A	N/A
Lehman US Credit BAA				6.54%	-0.05%				3.40%				4.59%				2.70%	18.33%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	823,598	29.8%	30.0%	3.97%	-0.24%	456,922	31.0%	30.0%	1.63%	246,931	30.7%	30.0%	2.89%	668,462	32.9%	30.0%	4.11%	13.18%	7.38%	10.80%	7.81%
Lehman Gov/Credit				3.52%	-0.40%				1.65%				1.73%				5.70%	13.14%	8.24%	10.82%	7.83%
CASH EQUIVALENTS																					
Bank of ND	964,342	34.9%	35.0%	0.32%	0.10%	511,794	34.7%	35.0%	0.35%	281,598	35.0%	35.0%	0.41%	673,375	33.1%	35.0%	0.48%	1.57%	2.41%	3.26%	4.15%
90 Day T-Bill				0.33%	0.14%				0.30%				0.43%				0.45%	1.52%	2.63%	3.33%	4.08%
TOTAL INSURANCE REGULATORY TRUS	2,764,177	100.00%	100.00%	8.11%	0.69%	1,474,788	100.00%	100.00%	-0.55%	804,285	100.00%	100.00%	3.79%	2,031,531	100.00%	100.00%	-4.35%	6.74%	-1.97%	1.72%	4.85%
POLICY TARGET BENCHMARK				6.34%	0.44%				-0.40%				3.26%				-4.05%	4.94%	-1.51%	1.35%	3.99%

NOTE: Monthly returns and market values are preliminary and subject to change.